LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m., on TUESDAY, SEPTEMBER 23, 2003, upon the application of WAGNER OIL COMPANY.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the 11,160' Zone, Reservoir E, in the Hollywood Field, Terrebonne Parish, Louisiana.

- 1. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate, such unit to be designated the 11160 RE SUA.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate the Wagner Oil Company Southern Pacific Transport No. 2 Well as the unit well for the proposed 11160 RE SUA.
- 4. To designate Wagner Oil Company as the unit operator for the proposed unit.
- 5. To provide that any future substitute or alternate unit wells for the proposed unit should be exempt from any spacing requirements.
- 6. To provide that any future wells drilled to the 11,160' Zone outside of the proposed unit should be located in accordance with the spacing provisions of Statewide Order No. 29-E.
- 7. To provide that the Commissioner of Conservation should be authorized to reclassify the 11,160' Zone, Reservoir E, by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 8. To consider such other matters as may be pertinent.

The 11,160' Zone, Reservoir E, in the Hollywood Field, Terrebonne Parish, Louisiana, is hereby defined as that gas and condensate bearing interval encountered between the depths of 11,300' and 11,550' MD (10,934' - 11,184' TVD) (ELM) in the Wagner Oil Company - Southern Pacific Transport No. 2 Well (SN 153843), located in Section 101, Township 17 South, Range 17 East.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

- 1 -HOLLYWOOD FIELD 03-723

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 8/14/03;8/19/03 L dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION - ENGINEERING DIVISION AT P. O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.